

7/10/78

A R H John K 832

7812660

THE SECRETARY OF STATE
WASHINGTON

AT 41

PIES TO:

July 10, 1973

Dear John:

S-S

A

WEB

You will recall that we had decided after Under Secretary Newsom visited Argentina May 23-25 that if Argentina was to invite the Inter American Commission on Human Rights to visit under circumstances which would permit it to carry out its mandated functions, we would relax certain restrictions now placed on United States aid and trade programs for Argentina. Our information is that the Inter American Commission on Human Rights does not find Argentina's invitation in a form it can accept.

In view of this we have decided that we must recommend against Export-Import Bank's financing at this time of the Allis Chalmers application for the Yacireta Hydro-electric project and for Export-Import Bank financing of various aircraft purchases.

We are aware that the two parties continue in their discussions to try to reach an agreement over the invitation. We will, of course, continue to monitor the situation closely and will view any agreement between the Inter American Commission on Human Rights and the Government of Argentina to facilitate a visit by the Commission to Argentina as a positive development.

Sincerely,

Cyrus Vance

The Honorable John Moore,
Chairman,
Export-Import Bank
811 Vermont Avenue, N.W.
Washington, D.C. 20571

851366
59-71-0190
TAB 2